

SUMMARY

ARKANSAS INSURANCE DEPARTMENT PROPOSED AMENDED RULE 56  
COMPANIES FINANCIAL REGULATIONS FEE

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To: Arkansas Legislative Council & Arkansas Bureau of Legislative Research

From: Jim Brader, General Counsel, Arkansas Insurance Department

CC: Alan McClain, Arkansas Insurance Commissioner;  
Russ Galbraith, Deputy Insurance Commissioner;  
Jennifer Bruce, Public and Legislative Affairs Director  
Steven Porch, General Counsel, Arkansas Commerce Department

Date: February 8, 2022

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LEGISLATIVE AUTHORITY FOR RULE

Ark. Code Ann. § 23-100-106 and 23-61-108.

BACKGROUND AND PURPOSE OF RULE

This rule governs the financial regulation fee insurers must pay annually pursuant to Ark. Code Ann. §23-61-703. It also clarifies that the method of submitting the amount to AID is electronically through the “OptIns” System.

The statute was amended in 2009 by Act 726, §9 to make the fee due on or before June 1st of each year. The current AID Rule 56 became effective in 1993, and still reflects the due date of June 30<sup>th</sup> from the former statute; this amendment will align the dates.